

LEGISLATIVE FISCAL OFFICE

Fiscal Note



Fiscal Note On: **HB 822** HLS 08RS 1434
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: April 9, 2008	7:26 AM	Author: SMITH, PATRICIA
Dept./Agy.: Executive/DOA		Analyst: Evan Brasseaux
Subject: Procurement		

PROCUREMENT OR SEE FISC NOTE Page 1 of 1

Authorizes procurement of data processing equipment, computer software, and maintenance services without prior approval of the division of administration
 Present law authorizes procurement of data processing equipment, computer software, and maintenance services without prior approval of the division of administration if the expenditure is less than \$100,000. Present law also requires contracts related to data processing procurement which exceeds \$100,000 to be entered into with the assistance of the procurement support team.

Proposed law exempts all such procurements by colleges and universities from review by state central purchasing, the office of information technology, and the procurement support team.

EXPENDITURES	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

The impact of this legislation on expenditures is indeterminable. The proposed legislation would eliminate oversight and legal review of these contracts by legislative staff and review by the Division of Administration's Office of Information Technology as well as the Legislative Fiscal Office. Current law requires these contracts to be reviewed by the procurement support team which has representatives chosen jointly by the speaker of the House of Representatives and the president of the Senate from among the attorneys on the legislative services staff of the House of Representatives or the staff of the Senate and one or more representatives from each of the following: the Division of Administration (central purchasing agency); the using agency initiating the procurement action; and the Legislative Fiscal Office which provides budgetary review. The procurement support team (PST) provides, as a minimum, assistance in evaluation of bids and negotiation of contracts.

NOTE: The Office of State Purchasing notes that the PST has reviewed a total of 182 files since FY 05 for colleges and universities.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate Dual Referral Rules
 13.5.1 >= \$500,000 Annual Fiscal Cost
 13.5.2 >= \$500,000 Annual Tax or Fee Change

House
 6.8(F) >= \$500,000 Annual Fiscal Cost
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

Robert E. Hosse
Robert E. Hosse
LFO Staff Director